GOVERNMENT OF INDIA
MICRO, SMALL AND MEDIUM ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:600
ANSWERED ON:24.02.2009
PRODUCTS UNDER SMALL SCALE INDUSTRIES
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Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

(a) the role that small and medium scale industry sector has played in building the Indian economy;

(b) the share of tiny cottage, small and medium scale industries in the total industrial production of the country during each of the last three years and current year, industry-wise;

(c) the contribution of these industries in the total exports of the country during the said period, industry-wise;

(d) whether the Government has provided any financial assistance to these industries and initiated any employment generation programme under these industries; and

(e) if so, the details thereof, State-wise including Gujarat?

Answer

MINISTER OF MICRO, SMALL AND MEDIUM ENTERPRISES(SHRI MAHABIR PRASAD)

(a): The micro, small and medium enterprise (MSME) sector has continued to contribute significantly in the gross domestic product, industrial production, employment generation and exports and has acquired a prominent place in the economy of the country.

(b) & (c): The share of the micro and small enterprise (MSE) sector in the total manufacturing output and exports of the country during 2005-06, 2006-07 and 2007-08 (latest available) is given in the Table below. The industry-wise shares in the total manufacturing output and exports are not maintained centrally.

Year	Share of MSEs (%age)	
	Manufacturing Output	Exports
2005-06	38.56	32.92
2006-07	38.56	33.00
2007-08#	45.00	40.00

#This includes medium enterprises in the sector after the enactment of Micro, Small and Medium Enterprises Development (MSMED) act, 2006.

(d) & (e): The Government provides financial assistance to the MSE sector under the following schemes:

1. Credit Linked Capital Subsidy Scheme (CLCSS) for Technology Upgradation;

2. Micro and Small Enterprises Cluster Development Programme (MSE-CDP);

3. Scheme of Fund for Regeneration of Traditional Industries (SFURTI);

4. ISO-9000/ISO-14001Certification Reimbursement Scheme;

5. Performance and Credit Rating Scheme; and

6. Scheme for Reimbursement of Bar Code Certification.

The State/UT-wise financial assistance provided during the last 3 years under these schemes (wherever available) is given in Annexure I to V.

For employment generation the Government has recently launched a new credit linked subsidy programme called Prime Minister`s Employment Generation Programme (PMEGP), which provides employment opportunities through establishment of micro enterprises in rural as well as urban areas.